

**Indirectly Determining Direct Method Cash Flows Under GASB 34**  
Sample Water Enterprise Fund

STATEMENT OF NET ASSETS	Current FY	Prior FY	Change	Note
<b>ASSETS</b>				
Current Assets:				
Cash and Cash Equivalents	\$ 125,100	\$ 173,100	\$ (48,000)	1
Accounts Receivable, (net of allowance for uncollectibles of \$7,500 and \$5,500)	96,500	83,500	13,000	2
Inventory	46,000	48,000	(2,000)	3
Prepaid Expenses	600	1,100	(500)	3
Restricted Current Assets:				
Cash and Cash Equivalents	1,000	2,500	(1,500)	1
Investments	110,000	60,000	50,000	4
Interest Receivable	1,000	1,500	(500)	5
Total Current Assets	380,200	369,700	10,500	
Property, plant, and equipment, at COST	7,066,200	6,714,200	352,000	6
Accumulated Depreciation	(3,238,000)	(2,995,000)	(243,000)	7
Property, plant and equipment, NET	3,828,200	3,719,200	109,000	
Total Assets	\$ 4,208,400	\$ 4,088,900	\$ 119,500	
<b>LIABILITIES AND NET ASSETS</b>				
Current Liabilities:				
Accounts Payable and Accrued Expenses	\$ 68,000	\$ 65,500	\$ 2,500	3
Accrued Interest Payable	1,250	750	500	8
Revolving Loan Payable	3,000	23,000	(20,000)	9
Equipment Contracts Payable	7,500	10,000	(2,500)	10
Total Current Liabilities	79,750	99,250	(19,500)	
Noncurrent Liabilities:				
Revenue Bonds	575,000	390,000	185,000	11
Total Noncurrent Liabilities	575,000	390,000	185,000	
Total Liabilities	654,750	489,250	165,500	
Net assets:				
Invested in Capital Assets, Net of Debt	3,253,200	3,329,200	(76,000)	12
Restricted Net Assets	112,000	64,000	48,000	13
Unrestricted Net Assets	188,450	206,450	(18,000)	
Total Net Assets	\$ 3,553,650	\$ 3,599,650	\$ (46,000)	
<b>OPERATING REVENUES AND EXPENSES</b>				
Revenues:				
Water Sales	\$ 695,250			
Sewer Sales	231,750			
Other Operating Revenues	15,075			
Total Operating Revenue		\$ 942,075		
Operating Expenses:				
Costs of Sales and Services	\$ 507,300			
Administrative Costs	250,275			
Payments in Lieu of Taxes	50,000			
Depreciation	245,000			
Total Operating Expenses		1,052,575		
Operating Income (loss)		\$ (110,500)		
Nonoperating revenues (expenses):				
Interest Income	\$ 6,500			
Interest Expense	(28,000)			
Gain on Sale of Equipment	1,000			
Operating Grants	100,000			
Net nonoperating revenues (expenses)		79,500		
Net Income (loss) before operating transfer		\$ (31,000)		
Transfers to Other Funds		(75,000)		
Net income (loss) for the year		\$ (106,000)		
Depreciation on assets acquired with capital grants		60,000		
Change in Net Assets		(46,000)		
Total Net Assets - beginning of year		3,599,650		
Total Net Assets - end of year		\$ 3,553,650		